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PUBLIC SERVICE
COMMISSION

ANNUAL REPORT

OF THE

NAME SKYVIEW SUBDIVISION (MT ASSOCIATES, LLC)

LOCATION 1065 AVIAN ROAD & 8730 EAGLE DRIVE
HELENA, MT 59602

PRIVATE WATER UTILITY

& SEVEN

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING 2004

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
2. Interpret all accounting words or phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section or page which is not applicable to the respondent enter the words "Not Applicable or NA". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. Complete this report by means which result in a permanent record.
7. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
8. This report should be filled out in duplicate and one copy returned within 2 1/2 months after the close of the reporting period. The report should be returned to:

Montana Public Service Commission
Utility Division
2701 Prospect Avenue
Helena, Montana 59620

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REPORT OF

MT ASSOCIATES, LLC

(Exact Name of Utility)

1065 AVIAN ROAD & 8230 EAGLE DRIVE

(Address)

HELENA, MT 59602

(City, State, Zip Code)

For Year Ended 2004

Date Utility First Organized 6/1/04

Telephone Number 406 439 2460

Location where books and records are located 3176 BAKENDALE DRIVE, HELENA, MT 59601

Contracts:			
Name	Title	Principal Business Address	Salary
LARRY MARSHALL Person to send correspondence:	MANAGING MEMBER	3176 BAKENDALE DRIVE HELENA, MT 59601	XXXXXXXX
LARRY MARSHALL Person who prepared this report:	MANAGING MEMBER	3176 BAKENDALE DRIVE HELENA, MT 59601	XXXXXXXX
LARRY MARSHALL Officers & Managers:	MANAGING MEMBER	3176 BAKENDALE DRIVE HELENA, MT 59601	\$ -0-
			\$
			\$
			\$
			\$
			\$

Report every corporation or person owning interest or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Precent Ownership in Utility	Principal Business Address	Salary Charged Utility
LARRY MARSHALL	100%	3176 BAKENDALE DRIVE HELENA, MT 59601	\$ -0-
			\$
			\$

INCOME STATEMENT

Account Name	Current Year	Previous Year
GROSS REVENUE:		
Metered (DID NOT USE)		
Residential	43,362.22	-0-
Commercial	2,410.64	}
Industrial	-0-	}
Other <i>Hook up Fees</i>	6,000.00	}
Unmetered		
Residential	-0-	}
Commerical	}	}
Industrial	}	}
Fire Protection	}	}
Bulk Sales	}	}
Sale of Materials	}	}
Other	-0-	}
TOTAL GROSS REVENUE	51,772.86	}
Operation and Maintenance Expense	55,253.07	}
Depreciation Expense	18,147.00	}
Taxes Other Than Income	-0-	}
Income Taxes	-0-	}
Deferred Federal Income Taxes	-0-	}
Deferred State Income Taxes	-0-	}
TOTAL OPERATING EXPENSE	73,400.07	}
NET OPERATING INCOME (LOSS)	(21,627.21)	}
Other Income:		
Non-Utility Income <i>LOAN BY LM</i>	6676.25	-0-
Other Deductions:		
Non-Utility Expenses	-0-	}
Interest Expense	-0-	}
NET INCOME (LOSS)	(6676.25)	-0-

COMPARATIVE BALANCE SHEET

ACCONT NAME	CURRENT YEAR	PREVIOUS YEAR
Assets:		
Utility Plant In Service	302,850	-0-
Accumulated Depreciation and Amortization	-48,198	
Net Utility Plant	254,652	
Cash	6,302	
Customer Account Receivable	45,773	
Other Assets (Specify) <i>Hook up Fees</i>	6,000	
Total Assets	312,727	
Liabilities and Capital:		
Common Stock Issued	-0-	
Preferred Stock Issued	-0-	
Other Paid In Capital	-0-	
Retained Earnings	-0-	
Proprietary Capital	306,051	
Total Capital		
Long Term Debt	-0-	
Accounts Payable	6,676.48	
Notes Payable	-0-	
Customer Deposits	-0-	
Accrued Taxes	-0-	
Other Liabilities (Specify)	-0-	
Advances for Construction	-0-	
Contributions In Aid Of Construction		
Total Liabilities and Capital	312,727	-0-

Accumulated Depreciation and Amortization of Utility Plant

Account 108	Current Year	Previous Year
Balance First of Year	30,051	-0-
Credits During Year	578,147	
Accruals Charged to Depreciation Account		
Salvage	-0-	
Other Credits (Specify) <i>Transfer from</i>		
Total Credits	481,98	
Debits During Year:		
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify)		
Balance End of Year	481,98	

CONTRIBUTIONS IN AID OF CONSTRUCTION

Report below all contractor and developer agreements and line extension agreements from which cash or property was received during the year	Indicate "Cash or Property"	Amount
N/A		
Total During Year	16,000	

ACCUMULATED DEFERRED INCOME TAXES

Description	Total
Accumulated Deferred Income Taxes:	
Federal	N/A
State	
Total Accumulated Deferred Income Taxes	

CAPITAL STOCK

	Common Stock	Preferred Stock
N/A		
Par or stated value per share	0	0
Shares authorized	0	0
Shares issued and outstanding	0	0
Total par value of stock issued	0	0
Dividends declared per share for year	0	0
	0	0

RETAINED EARNINGS

	Appropriated	Unappropriated
N/A		
Balance first of year	0	0
Changes during year (Specify):	0	0
Balance end of year	0	0

PROPRIETARY CAPITAL

	Proprietor or Partner	Partner
Balance first of year	235,074	
Changes during year (specify): <i>ADDITIONAL PAYMENT & CONTRIBUTIONS</i>	70,977	0
		0
Balance end of year	306,051	0

LONG TERM DEBT

Description of Obligation	Interest		Principal Per Balance Sheet Date
	Rate	Pymts	
	N/A		
Total			

SEVEN

WATER UTILITY PLANT ACCOUNTS

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization	<i>10</i>			
302	Franchises		0		
303	Land & Land Rights		0		
304	Structures and Improvements		0		
305	Collecting and Impounding Reservoirs		0		
306	Lake River and Other Intakes		0		
307	Wells and Springs		0		
308	Infiltration Galleries and Tunnels		0		
309	Supply Mains		<i>36,000</i>		
310	Power Generation Equipment		0		
311	Pumping Equipment		<i>66,856</i>		
320	Water Treatment Equipment		0		
330	Distribution Reservoirs and Standpipes		<i>200,000</i>		
331	Tranmission and Distribution Mains		0		
333	Services		0		
334	Meters and Meter Installations		0		
335	Hydrants		0		
339	Other Plant and Miscellaneous Equipment		0		
340	Office Furniture and Equipment		0		
341	Transportation Equipment		0		
342	Stores Equipment		0		
343	Tools, Shop & Garage Equipment		0		
344	Laboratory Equipment		0		
345	Power Operated Equipment		0		
346	Communication Equipment		0		
347	Miscellaneous Equipment		0		
348	Other Tangible Plant	<i>10</i>	0		
	Total Water Plant		<i>302,856</i>		

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

ACCT. NO.	ACCOUNT	AVERAGE SERVICE LIFE IN YEARS	AVERAGE SALVAGE IN PERCENT	DEPR. RATE APPLIED	ACCUMULATED DEPRECIATION BALANCE PREVIOUS YEAR	DEBITS	CREDITS	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
304	Structures & Improvements	0	%	%				
305	Collecting & Impounding Reservoirs	0	%	%				
306	Lake River & Other Intakes	0	%	%				
307	Wells and Springs	0	%	%				
308	Infiltrations Galleries & Tunnels	0	%	%				
309	Supply Mains	0	%	%				
310	Power Generating Equip.	0	%	%				
311	Pumping Equipment	7	0 %	14.3%	26,051	9427	35478	
320	Water Treatment Equip.	0	%	%				
330	Distribution Reservoirs & Standpipes	25	0 %	4 %	4000	8000	12,000	
331	Trans. & Dist. Mains	25	0 %	4 %	0	720	720	
333	Services	0	%	%				
334	Meter & Meter Installation	0	%	%				
335	Hydrants	0	%	%				
339	Other Plant & Misc. Equip.	0	%	%				
340	Office Furniture and Equipment	0	%	%				
341	Transportation Equip.	0	%	%				
342	Stores Equipment	0	%	%				
343	Tools, Shop & Garage Equipment	0	%	%				
344	Laboratory Equipment	0	%	%				
345	Power Operated Equipment	0	%	%				
346	Communication Equipment	0	%	%				
347	Miscellaneous Equipment	8	%	%				
348	Other Tangible Plant		%	%				
Totals					30,051	18,147	48,198	

SEWER & WATER OPERATION AND MAINTENANCE EXPENSE

ACCOUNT NAME	AMOUNT
Salaries and Wages - Employees	-0-
Salaries and Wages - Officers, Directors and Majority Stockholders	-0-
Employee Pensions and Benefits	-0-
Purchased Water	-0-
Purchased Power	6413
Fuel For Power Production	-0-
Chemicals	-0-
Materials and Supplies	891
Contractual Services	19572
Rents	180
Transportation Expense	495
Insurance Expense	2538
Regulatory Commission Expense	-0-
Bad Debt Expense	2219
Miscellaneous Expense	22,945
Total	55,253

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar services rendered the respondent for which the aggregate payments during the year to any corporation, partnership, individual or organization of any kind whatever, amounting to \$500. or more. Utilities having revenue in excess of \$100,000 should report amounts of \$5,000 or more.

Name of Recipient	Amount	Description of Service
MATERIALS, TESTING & INSPECTION	10,572	OPERATION/MAINTENANCE
ENERGY LABS	1,000	WATER/WASTEWATER TESTING
DOWNEY, CARMICHAEL, ETAL	9,066	RATE CASE EXPENSE
NORTHWESTERN ENERGY	6,413	ELECTRICAL POWER
DEPT. OF ENV. QUALITY	1500	GROUND WATER DISCHARGE PERMIT
WESTERN STATES INS	2538	LIABILITY, DAMAGE, & ETC INSURANCE
STUEBENSON	3615	ATTORNEY
VAL WILSON	1120	ATTORNEY
MAXIM TECHNOLOGIES	1584	ENGR. CONSULTANT
MORRISON - MAIRLE	1419	HYDROGEOLOGIST
GALUSH-HIGGINS-GALUSHA	695	CERTIFIED PUBLIC ACCOUNTANT
LIMOSKY DRILLING	1176	MAINTENANCE TO WALLS
EAGLE ELECTRIC	1043	MAINTENANCE TO PUMP STATION

Surface Water: River _____ Lake _____ Stream _____ Impounding Res. _____
Ground Water: Springs No. _____ Shallow Wells No. _____ Deep Wells No. 2

Size Inches	First of Year	Laid During Year	Total	Abandoned During Yr.	Taken Up During Yr.	Total	Close of Year
4	1760	0	1760	0	0	0	1760
6	3000	1620	4620	0	0	0	4620
8	50	0	50	0	0	0	50
Total	4810	1620	6430	0	0	0	6430

Number of Reservoirs 1 Capacity in Gallons 292,000
 Number of Standpipes 0 Capacity in Gallons NA
 Method of Purification NONE

Services									
1/2 in.	5/8 in.	1 in.	1 1/2 in.	2 in.	3 in.	4 in.	6 in.	3/4"	
								<u>107</u>	
Meters								98	

-Close of Year-

Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase or Decrease
Residential	73	9	82	92	9	101	+19
Commercial	6	0	6	6	0	6	-0-
Industrial	0	0	0	0	0	0	0
Fire Hydrants	0	0	0	0	1	1	+1
Governmental	0	0	0	0	0	0	0
All Other	0	0	0	0	0	0	0
Total	79	9	88	98	10	108	
							20

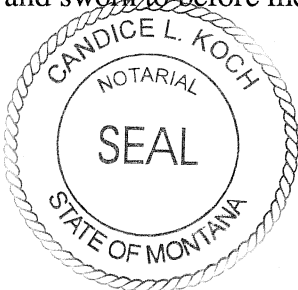
Total Amount of Water Obtained by all methods during the Year	<u>5,939,000</u>	gals.
Maximum Water obtained all methods during any one day	<u>81,300</u>	gals.
Minimum Amount of Water obtained all methods during one day	<u>11,500</u>	gals.
Total Amount of Water passed through customers meters during year	<u>5,404,000</u>	gals.
Range of ordinary pressure on mains	<u>58</u> lbs. to <u>62</u> lbs.	
Range of fire pressure in mains	<u>19</u> lbs. to <u>21</u> lbs.	

STATE OF MONTANA)
County of HELENA & CAULK)

We, the undersigned, on our oath do severally say that the foregoing return the
MT ASSOCIATES, LLC, water utility, has been prepared
under our direction from the original books, papers and records of said utility and declare
the same to be a full, true and correct statement embracing all the financial transactions of
said utility during the period for which the return is made.

Zany Marshall

Subscribed and sworn to before me this 21 day of April, 19 2005.



Candice L. Koch

CANDICE L. KOCH
NOTARY PUBLIC for the State of Montana
Residing at Helena, Montana
My Commission Expires September 13, 2006